The Opportunity Atlas

Mapping the Childhood Roots of Social Mobility

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Disclaimer: Any opinions and conclusions expressed herein are those of the authors and do not necessarily reflect the views of the U.S. Census Bureau. All results have been reviewed to ensure that no confidential information is disclosed. The statistical summaries reported in these slides have been cleared by the Census Bureau's Disclosure Review Board release authorization number CBDRB-FY18-319. All values in the tables and figures that appear in this presentation have been rounded to four significant digits as part of the disclosure avoidance protocol. Unless otherwise noted, source for all tables and figures: authors calculations based on Census 2000 and 2010, tax returns, and American Community Surveys 2005-2015.



Opportunity Atlas

- Comprehensive census tract-level atlas of children's outcomes in adulthood
- Children's earnings distributions, incarcerations rates, and other outcomes in adulthood by parental income, race, and gender
- Users can view data for every census tract in America, overlay their own data, export into a data set for their own analysis

Data Sources and Sample Definitions

- Data sources: Census data (2000, 2010, ACS) covering U.S. population linked to federal income tax returns from 1989-2015
- Link children to parents based on dependent claiming on tax returns
- Target sample: Children in 1978-83 birth cohorts who were born in the U.S. or are authorized immigrants who came to the U.S. in childhood
- Analysis sample: 20.5 million children, 96% coverage rate of target sample



Variable Definitions

- Parents' pre-tax household incomes: mean Adjusted Gross Income from 1994-2000, assigning non-filers zeros
- Children's pre-tax incomes measured in 2014-15 (ages 31-37)
 - Non-filers assigned incomes based on W-2's (available since 2005)
- To mitigate lifecycle bias, focus on percentile ranks: rank children relative to others in their birth cohort and parents relative to other parents
- Also examine other outcomes: marriage, teenage birth, incarceration, ...

Estimating Mean Outcomes by Tract

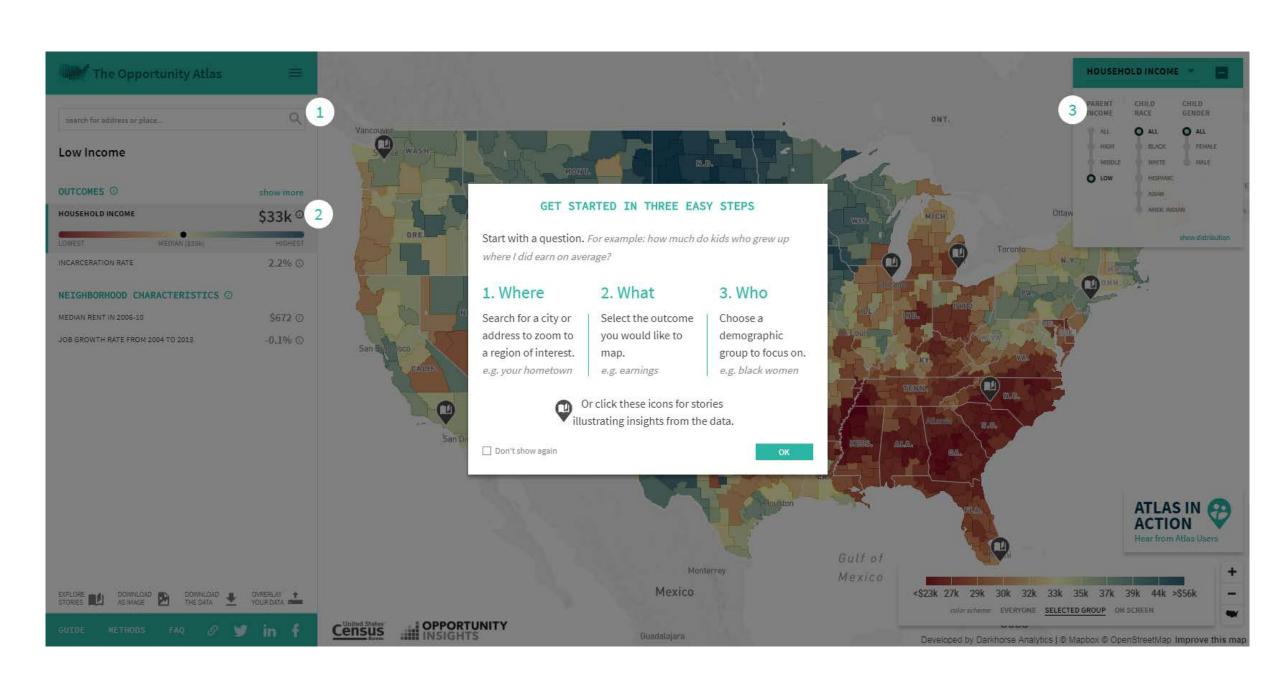
• In each tract c, for each race r and gender g, regress children's outcomes on a smooth function of parent rank:

$$y_{icprg} = \alpha_{crg} + \beta_{crg} \times f_{rg}(p_{icrg}) + \varepsilon_{icprg}$$

- In practice, many children move across tracts in childhood
 - Weight children in each tract-level regression by fraction of childhood (up to age 23) spent in that tract

*For additional technical details see Chetty, Hendren, Jones, Porter 2018.







search for address or place...

Tract 06037242600, South Los Angeles, Los Angeles, CA

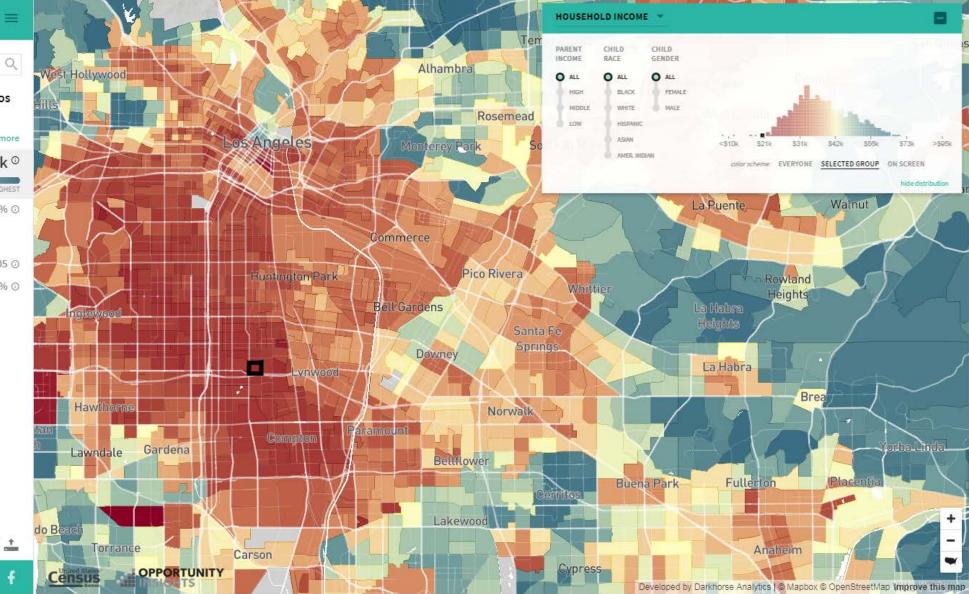
OUTCOMES ①

show more

HOUSEHOLD INCOME		\$22k [©]	
LOWEST	MEDIAN (\$44k)	HIGHEST	
INCARCERATION RATE		7.1% ①	

NEIGHBORHOOD CHARACTERISTICS ①

MEDIAN RENT IN 2006-10	\$505 ①
JOB GROWTH RATE FROM 2004 TO 2013	17% ①

























Tract 06037242600, South Los Angeles, Los Angeles, CA

OUTCOMES ①

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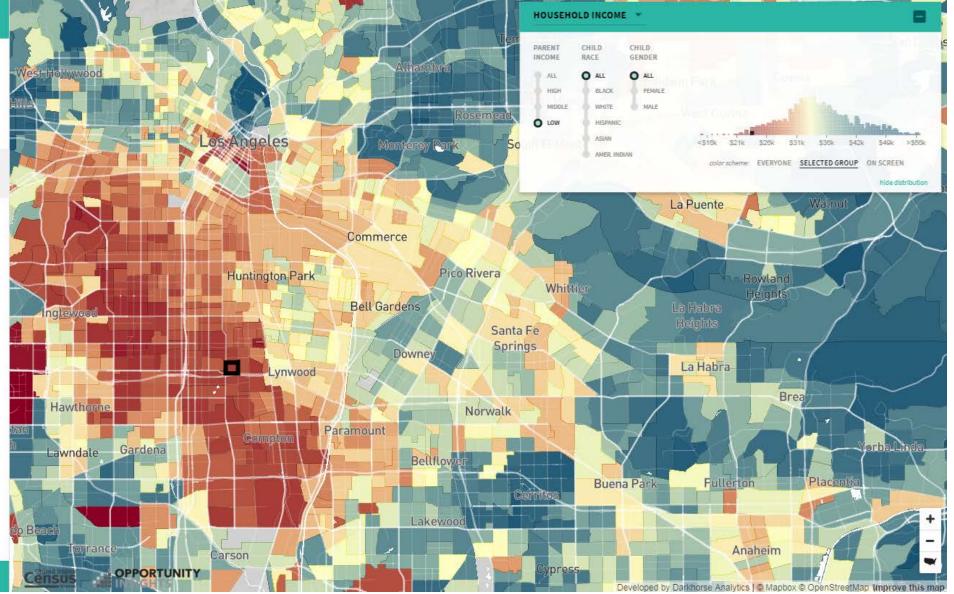
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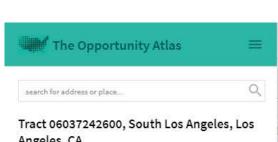
OVRERLAY 1

HOUSEHOLD INCOME		\$24k [©]
LOWEST	MEDIAN (\$34k)	HIGHEST
INCARCERATION RATE		6.3% ⊕

NEIGHBORHOOD CHARACTERISTICS ①

MEDIAN RENT IN 2006-10	\$505 @
JOB GROWTH RATE FROM 2004 TO 2013	17% €





Angeles, CA

OUTCOMES ①

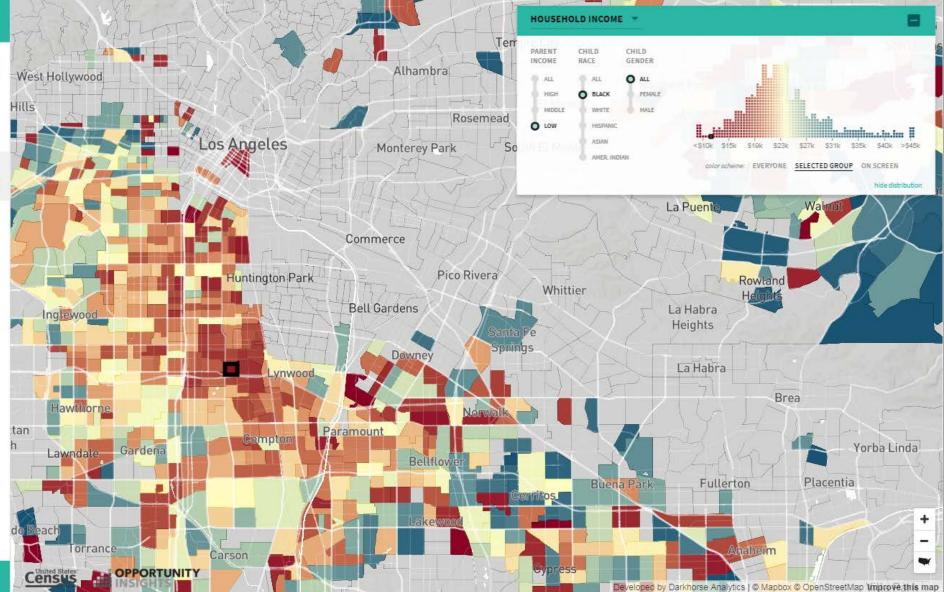
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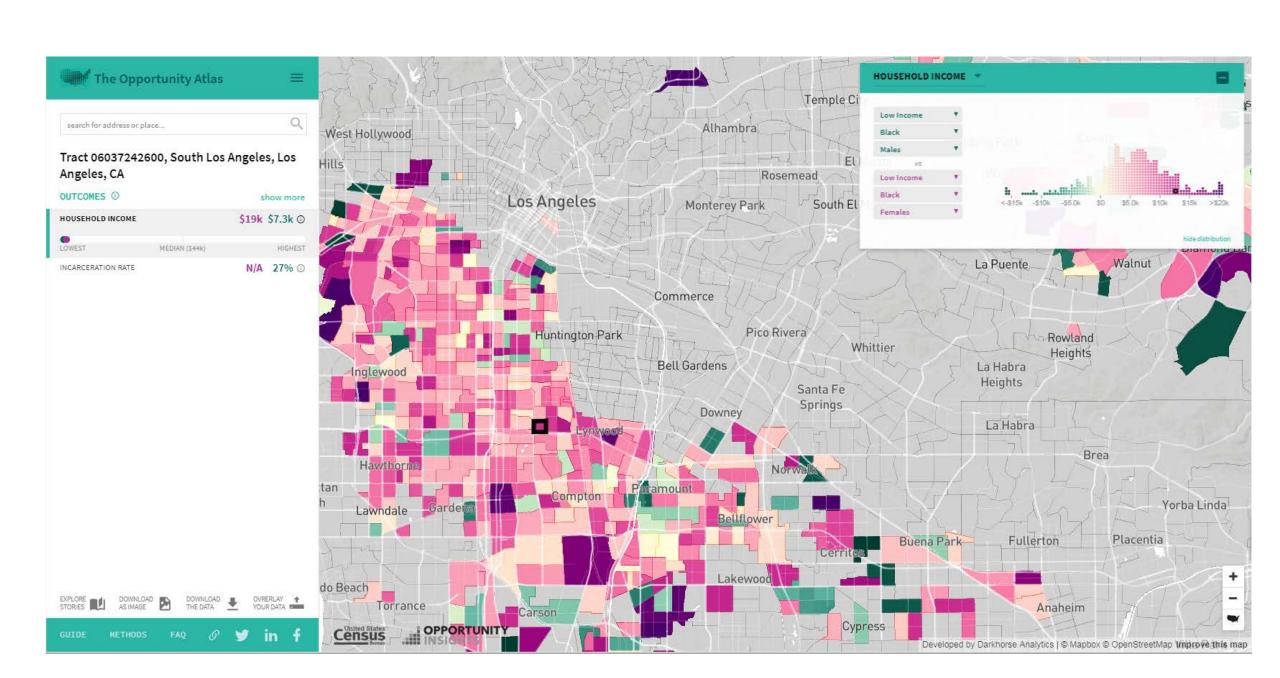
OVRERLAY 1 YOUR DATA

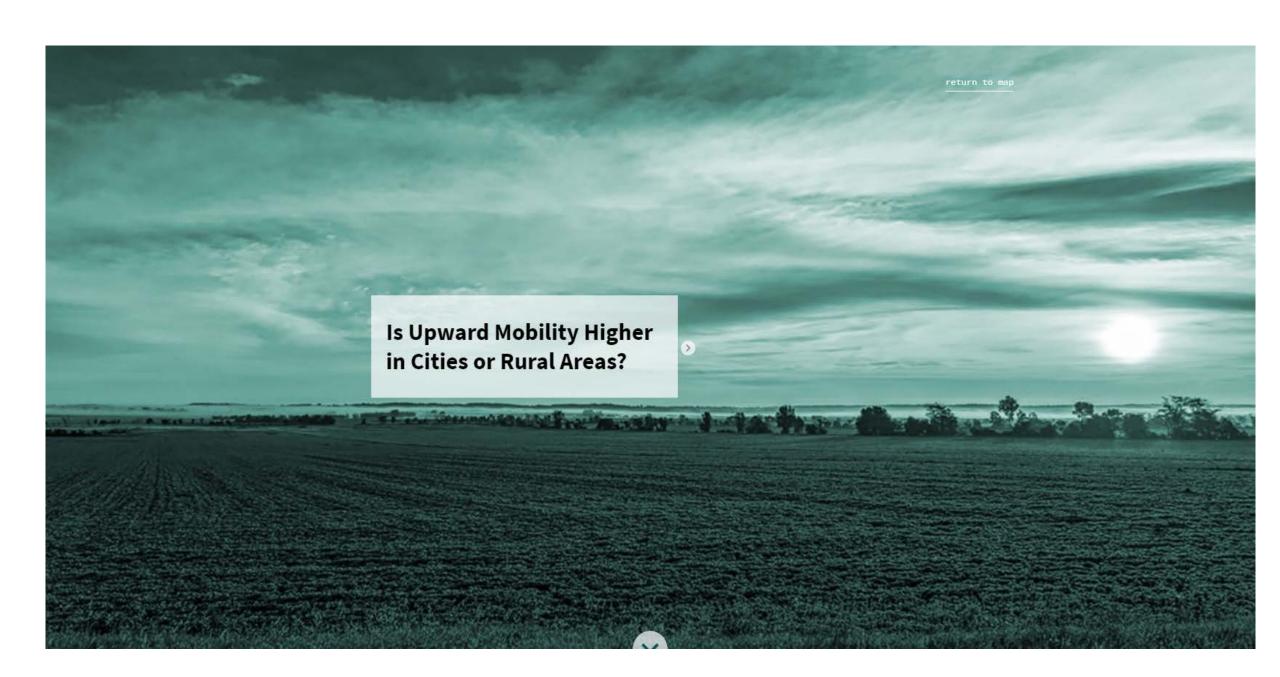
HOUSEHOLD INCOME		\$13k [©]
LOWEST	MEDIAN (\$24k)	HIGHEST
INCARCERATION RATE		14% ①

NEIGHBORHOOD CHARACTERISTICS ①

MEDIAN RENT IN 2006-10	\$505 ①
JOB GROWTH RATE FROM 2004 TO 2013	17% ⊙

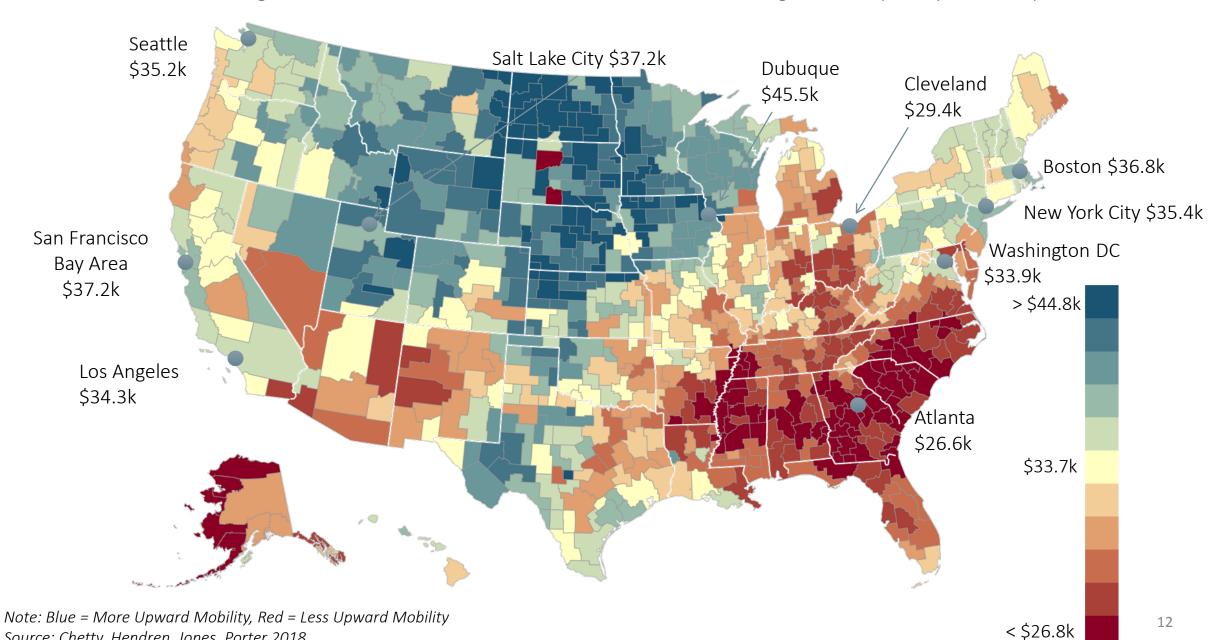






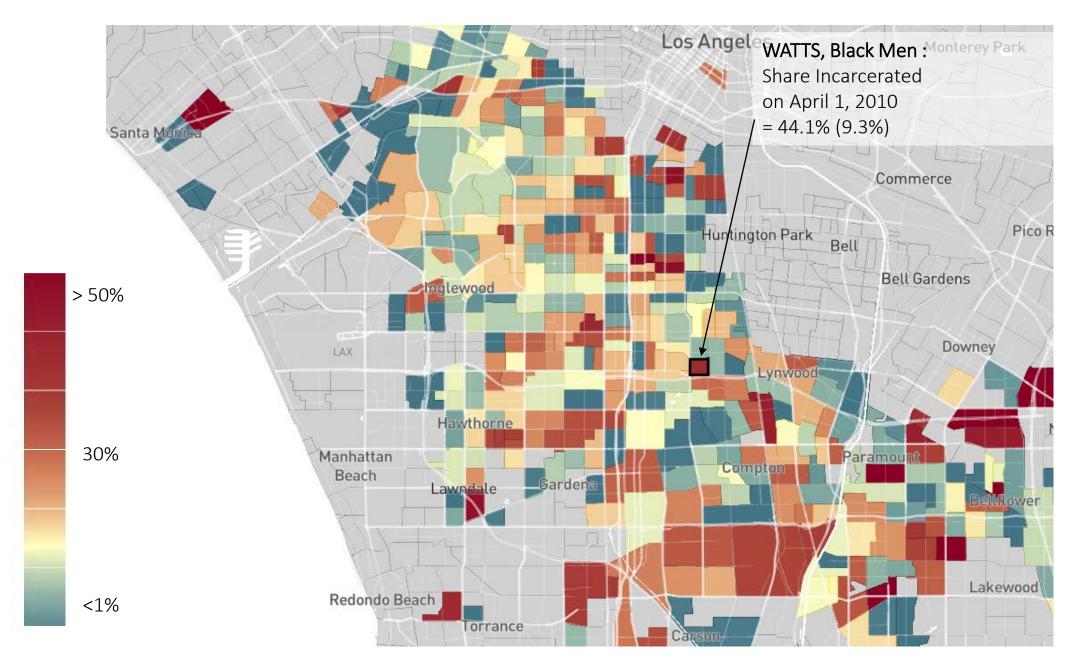
The Geography of Upward Mobility in the United States

Average Household Income for Children with Parents Earning \$27,000 (25th percentile)

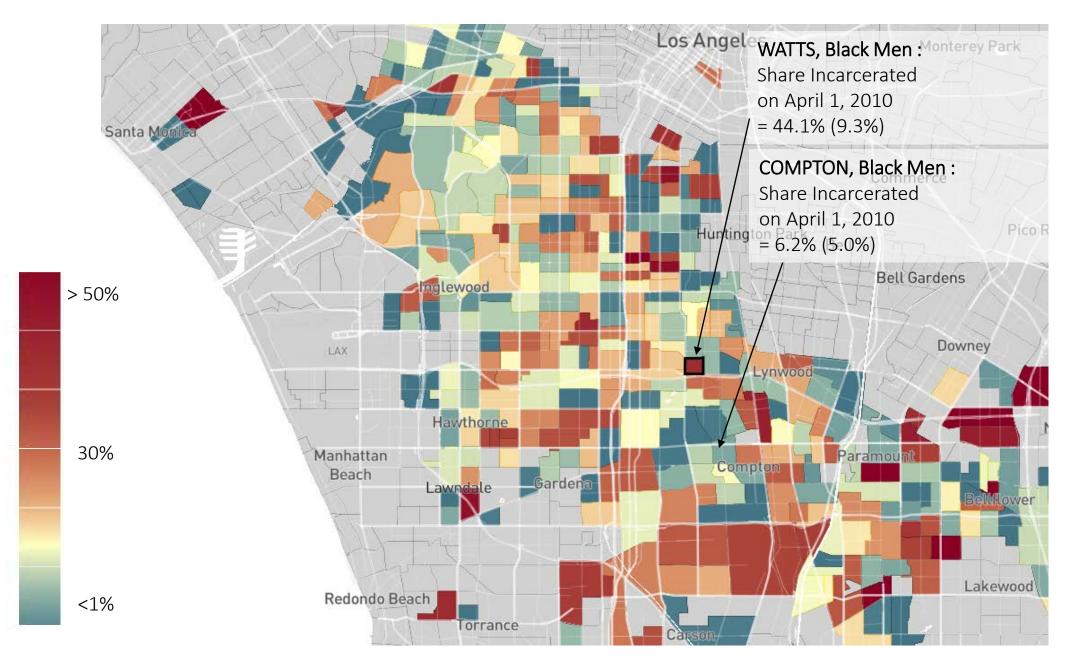


Source: Chetty, Hendren, Jones, Porter 2018

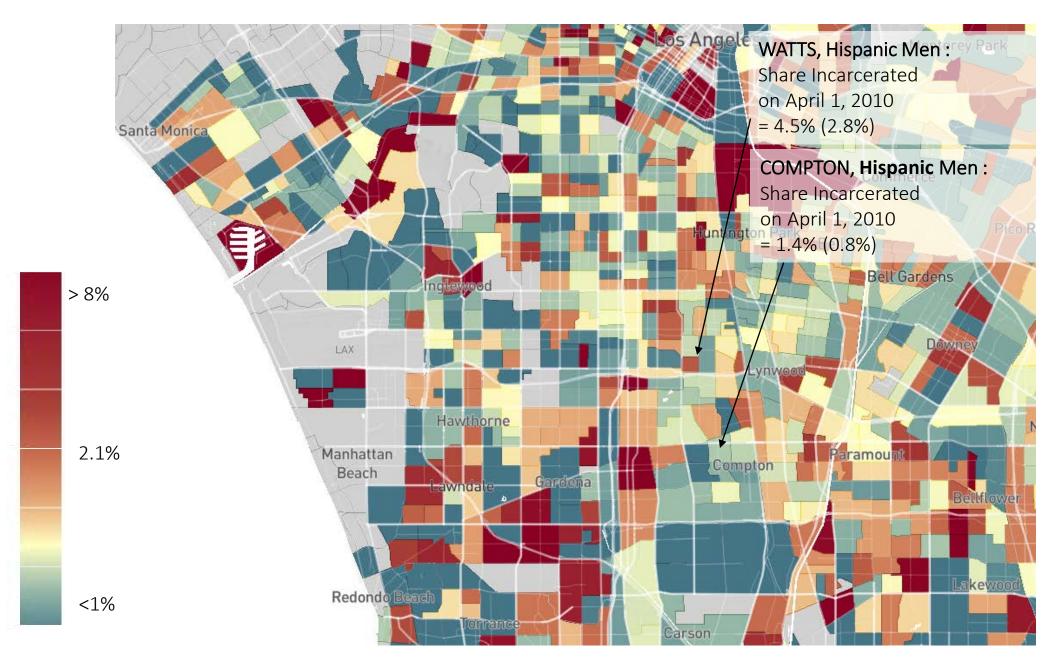
Incarceration Rates for <u>Black Men</u> in Los Angeles with Parents Earning < \$2,200 (1st percentile)



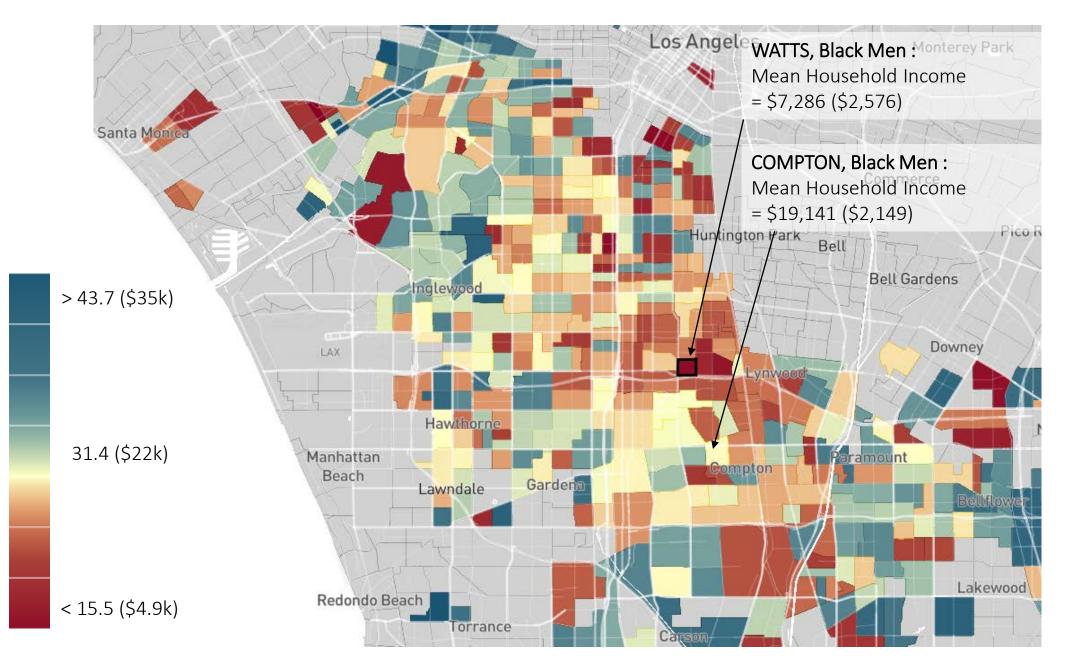
Incarceration Rates for <u>Black Men</u> in Los Angeles with Parents Earning < \$2,200 (1st percentile)



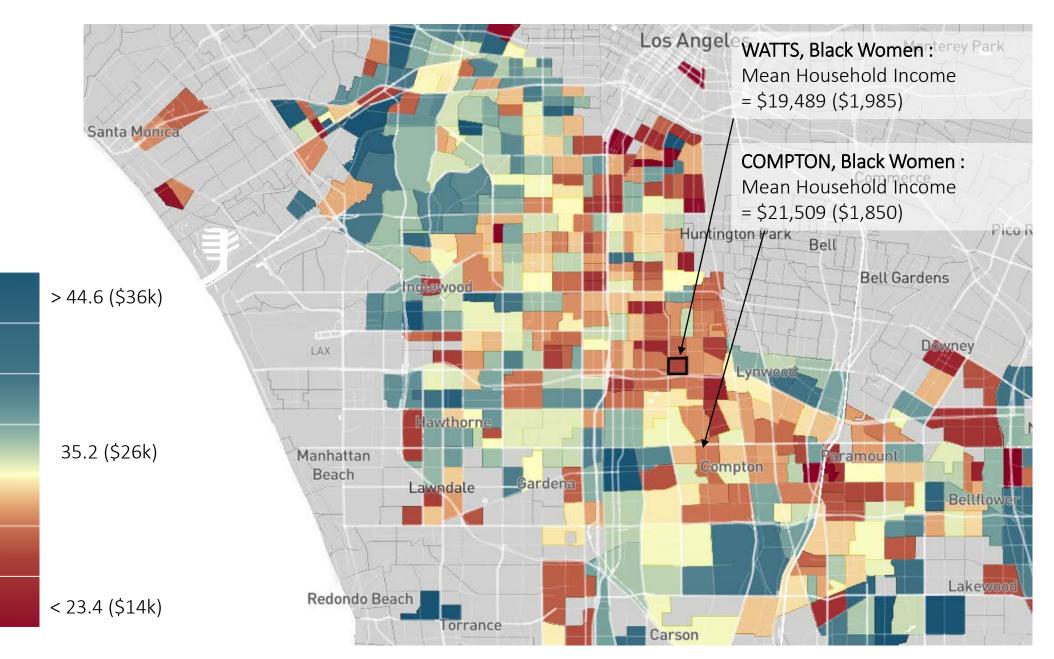
Incarceration Rates for <u>Hispanic Men</u> in Los Angeles with Parents Earning < \$2,200 (1st percentile)



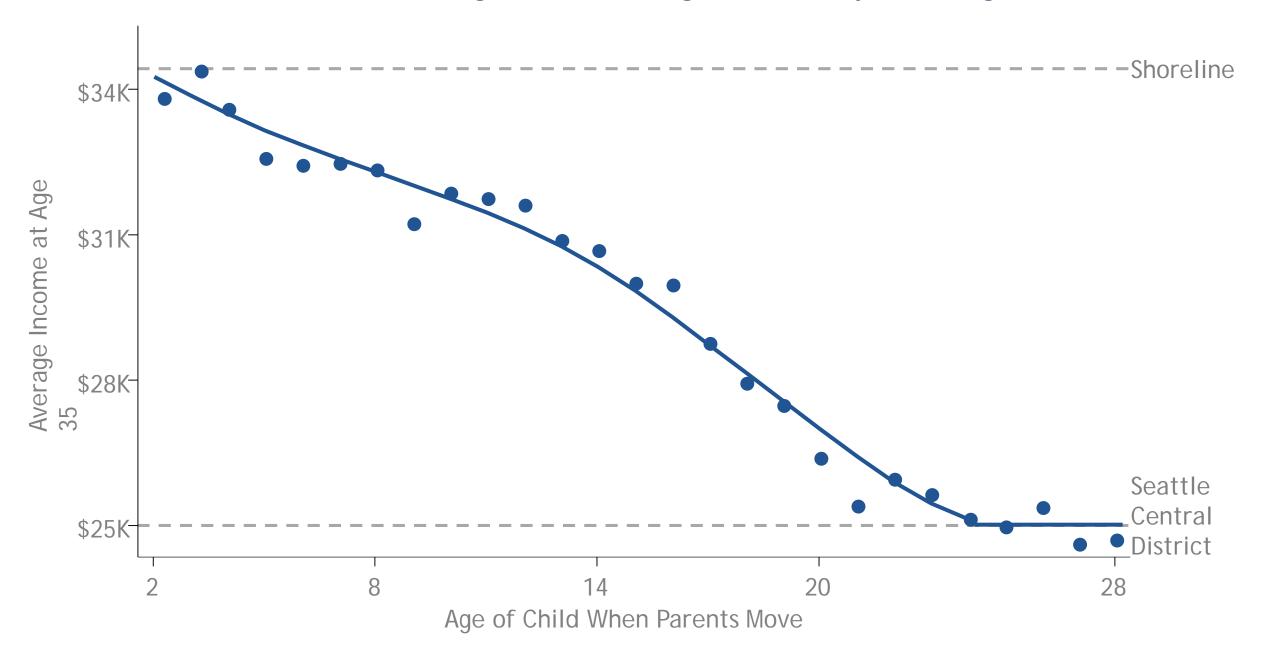
Mean Household Income for <u>Black</u> Men in Los Angeles with Parents Earning \$27,000 (25th percentile)



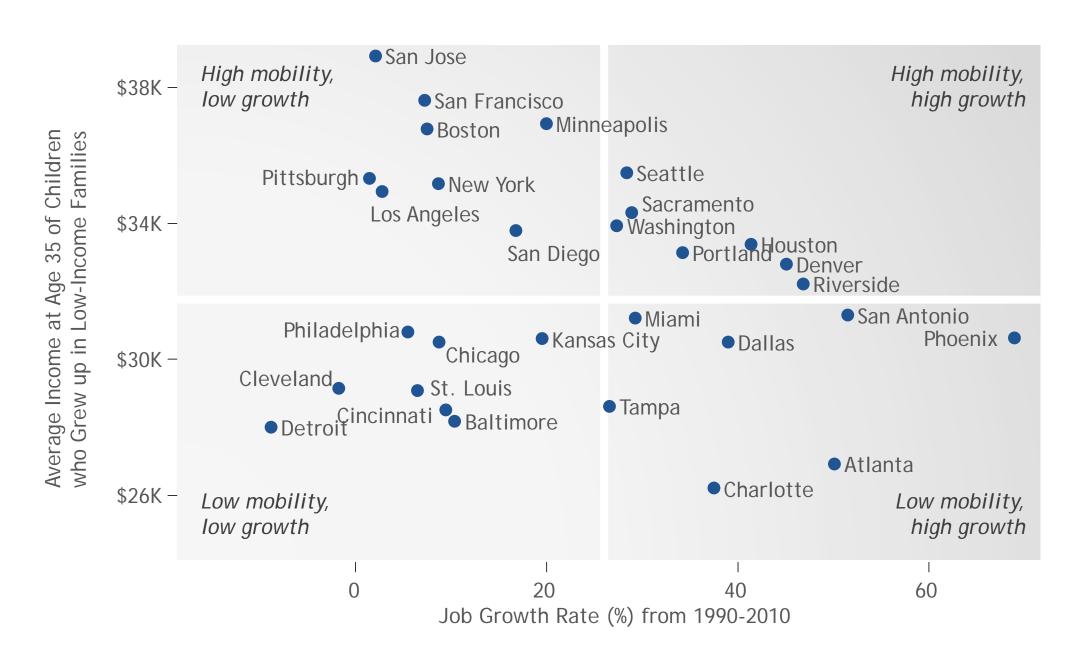
Mean Individual Income for <u>Black Women</u> in Los Angeles with Parents Earning \$27,000 (25th percentile)



Income Gain from Moving to a Better Neighborhood, by Child's Age at Move



Upward Mobility vs. Job Growth in the 30 Largest Metro Areas



Conclusions and Future Work

- Children's outcomes vary sharply across neighborhoods, and we can now measure and potentially address these differences with greater precision
- Determine feasibility of adding earlier cohorts starting in 1969
- Add cohorts after 1983 as the data are available
- Assess value of additional data sources
- Continued research on the determinants of intergenerational mobility